

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF MARTIN)	CASE NO. 10204-G
GAS, INC.)	

O R D E R

On September 16, 1988, the Commission issued its Order in Case No. 10204 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On February 4, 1991, Martin Gas, Inc. ("Martin") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc. ("Columbia"), effective March 1, 1991, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Martin's notice of February 4, 1991 set out certain revisions in rates which Martin proposed to place into effect, said rates being designed to pass on the wholesale increase in price from its supplier.

2. Martin calculated its proposed adjustment using Columbia's proposed IUS rate of \$3.8127 per Mcf. Columbia's approved IUS rate to be used in calculating Martin's adjustment is \$3.8551.¹ The rates in the Appendix to this Order are designed to pass on the wholesale increase in price in the amount of \$17,685 or 45.59 cents per Mcf.

3. Columbia was granted increased rates effective March 1, 1991. Martin requested a waiver of the 30-day filing requirement. Pursuant to KRS 278.180, upon Martin's showing of good cause, Martin's request should be granted. The effective date of the increase should be on and after March 1, 1990.

4. The corrected adjustment in Martin's rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 10204 dated September 16, 1988 is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after March 1, 1991.

IT IS THEREFORE ORDERED that:

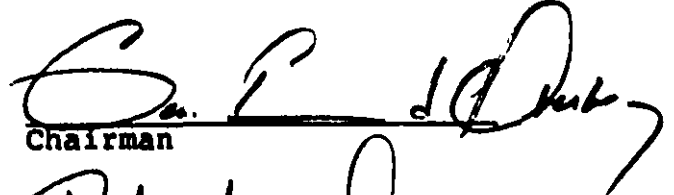
1. The rates proposed by Martin are denied.
2. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable and are approved effective with gas supplied on and after March 1, 1991.

¹ Case No. 90-063-A, Notice of Purchased Gas Adjustment Filing of Columbia Gas of Kentucky, Inc., Order dated March 1, 1991.

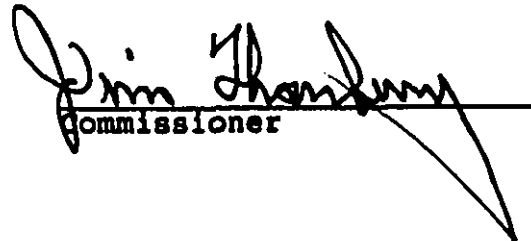
3. Within 30 days of the date of this Order, Martin shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 1st day of March, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 10204-G DATED 3/01/91

The following rates and charges are prescribed for the customers served by Martin Gas, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly

First 1 Mcf	\$6.75 Per Mcf
Over 1 Mcf	\$6.6311 Per Mcf

Minimum Bill

The minimum bill shall be	\$6.75
Temporary Surcharge	\$3.12

The base rate for the future application of the purchased gas adjustment clause of Martin Gas, Inc. shall be:

Commodity

Columbia Gas of Kentucky, Inc.	\$3.8551 Per Mcf
Southeastern Gas Company	\$0.140 Per Mcf